# Second Regular Session Seventy-second General Assembly STATE OF COLORADO

# PREAMENDED

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading HOUSE BILL 20-1137

LLS NO. 20-0288.01 Jennifer Berman x3286

**HOUSE SPONSORSHIP** 

McCluskie and Soper,

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House Committees Business Affairs & Labor Appropriations **Senate Committees** 

# A BILL FOR AN ACT

101	CONCERNING A REQUIREMENT THAT THE BROADBAND DEPLOYMENT
102	BOARD GIVE SUBSTANTIAL WEIGHT TO A LOCAL ENTITY'S
103	WRITTEN CERTIFICATION THAT AN AREA WITHIN THE ENTITY'S
104	JURISDICTION IS AN UNSERVED AREA WHEN CONSIDERING AN
105	APPLICATION FOR GRANT MONEY FOR THE PROVISION OF
106	BROADBAND SERVICE TO THAT UNSERVED AREA, AND, IN
107	CONNECTION THEREWITH, MAKING AN APPROPRIATION.

#### **Bill Summary**

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <u>http://leg.colorado.gov</u>.) The broadband deployment board (board) awards grants for the provision of broadband service in unserved areas of the state, which are areas deemed to have insufficient broadband service. The bill requires that an applicant for grant money from the board submit to the board a written certification from the local entity with jurisdiction over the area that the applicant proposes to serve certifying that the area is an unserved area. The board is required, both when initially considering the application and on appeal, to give substantial weight to a local entity's written certification that an area is an unserved area and, after reviewing all of the evidence regarding an application, may reject the conclusion of the written certification only upon the vote of at least 10 of the 15 voting members of the board.

1 Be it enacted by the General Assembly of the State of Colorado: 2 SECTION 1. In Colorado Revised Statutes, 40-15-102, amend 3 (17.5) as follows: 4 40-15-102. Definitions. As used in this article 15, unless the 5 context otherwise requires: 6 (17.5) "Local entity" means elected members of a county, 7 government, municipal, government, school district, or board of 8 eooperative educational services in an unserved area OR CITY AND 9 COUNTY GOVERNMENT. 10 SECTION 2. In Colorado Revised Statutes, 40-15-509.5, amend 11 (8) introductory portion, (8)(a), and (8)(b) as follows: 12 40-15-509.5. Broadband service - report - broadband 13 deployment board - broadband administrative fund - creation -14 definitions - rules - repeal. (8) The board shall direct the commission 15 to transfer money, in a manner consistent with this section, from the 16 account for broadband deployment established in the HCSM to approved 17 grant applicants. The board shall develop criteria for awarding money for 18 new projects into TO DEPLOY BROADBAND IN unserved areas, including:

(a) (I) Developing a project application process that places the
 burden on an eligible applicant to demonstrate that its proposed project
 meets the project eligibility criteria established in this subsection (8),
 including a requirement that the proposal concern a new project, and not
 a project already in progress, and a requirement to prove that the area to
 be served by the proposed project is an unserved area.

7 (II) To prove that the area to be served is an unserved area, the8 applicant:

9 (A) Must submit a map and a list of household addresses 10 demonstrating the insufficient availability of broadband service in the 11 area The applicant must submit the application, map, and list of 12 household addresses to the board; the board of county commissioners, 13 city council, or other local entity with authority over the area to be served; 14 and all incumbent providers or incumbent broadband providers that 15 provide broadband internet service or broadband service in the area 16 proposed to be served in the application; AND

17 (B) MAY SUBMIT TO THE BOARD THE WRITTEN CERTIFICATION OF 18 A LOCAL ENTITY AS DESCRIBED IN SUBSECTION (8)(a)(III) OF THIS SECTION. 19 (III) AS ADDITIONAL EVIDENCE OF THE INSUFFICIENT 20 AVAILABILITY OF BROADBAND SERVICE IN THE AREA THAT AN APPLICANT 21 PROPOSES TO SERVE, THE APPLICANT MAY REQUEST FROM A LOCAL ENTITY 22 WITH JURISDICTION OVER THE AREA PROPOSED TO BE SERVED A WRITTEN 23 CERTIFICATION THAT THE AREA IS AN UNSERVED AREA. THE LOCAL ENTITY 24 SHALL NOT PROVIDE WRITTEN CERTIFICATION UNTIL AFTER THE LOCAL 25 ENTITY HAS:

26 (A) PROVIDED PUBLIC NOTICE, INCLUDING NOTIFICATION TO ANY
27 INCUMBENT PROVIDER, IF ANY, AND HELD A HEARING ON THE ISSUE; AND

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1 (B) COLLECTED, SOLICITED, AND REVIEWED ANY QUANTITATIVE 2 DATA THAT IT DEEMS APPROPRIATE REGARDING THE AVAILABILITY OF 3 BROADBAND SERVICE IN THE AREA THAT THE APPLICANT PROPOSES TO 4 SERVE. A LOCAL ENTITY MUST COLLECT, SOLICIT, AND REVIEW 5 QUANTITATIVE DATA IN ACCORDANCE WITH RULES ADOPTED BY THE 6 EXECUTIVE DIRECTOR OF THE DEPARTMENT OF REGULATORY AGENCIES, IN 7 CONSULTATION WITH THE OFFICE OF INFORMATION TECHNOLOGY CREATED 8 IN SECTION 24-37.5-103 AND THE BROADBAND DEPLOYMENT BOARD 9 CREATED IN SECTION 40-15-509.5, REGARDING STANDARDS CONCERNING 10 QUANTITATIVE DATA. 11 (IV) The board shall establish a notice and comment period of at 12 least sixty days within which the ANY INTERESTED PARTY, INCLUDING A 13 local entity WITH JURISDICTION OVER THE AREA PROPOSED TO BE SERVED, 14 WHETHER OR NOT THE ENTITY PROVIDED A WRITTEN CERTIFICATION AS 15 DESCRIBED IN SUBSECTION (8)(a)(III) OF THIS SECTION, may review and 16 comment on the application. 17 (b) Developing a methodology for determining whether a 18 proposed project will serve unserved areas. THE BOARD'S METHODOLOGY 19 MUST GIVE SUBSTANTIAL WEIGHT TO A LOCAL ENTITY'S WRITTEN 20 CERTIFICATION ON THE ISSUE OF WHETHER THE AREA TO BE SERVED IS AN 21 UNSERVED AREA. 22 SECTION 3. Appropriation. For the 2020-21 state fiscal year, 23 \$5,294 is appropriated to the department of regulatory agencies for use by 24 the executive director's office. This appropriation is from the broadband administrative fund created in section 40-15-509.5 (4)(a) C.R.S., and is 25 26 based on an assumption that the division will require an additional 0.1

27 FTE. To implement this act, the division may use this appropriation for

1 personal services.

2 **SECTION 4.** Act subject to petition - effective date -3 **applicability.** (1) This act takes effect at 12:01 a.m. on the day following 4 the expiration of the ninety-day period after final adjournment of the general assembly (August 5, 2020, if adjournment sine die is on May 6, 5 6 2020); except that, if a referendum petition is filed pursuant to section 1 7 (3) of article V of the state constitution against this act or an item, section, 8 or part of this act within such period, then the act, item, section, or part 9 will not take effect unless approved by the people at the general election 10 to be held in November 2020 and, in such case, will take effect on the 11 date of the official declaration of the vote thereon by the governor. 12 (2) This act applies to applications submitted on or after the

applicable effective date of this act.